

FEDERAL BUREAU OF INVESTIGATION  
FOI/PA  
DELETED PAGE INFORMATION SHEET  
FOI/PA# 1342370-0

Total Deleted Page(s) = 8

Page 5 ~ Duplicate;  
Page 6 ~ Duplicate;  
Page 7 ~ Duplicate;  
Page 8 ~ Duplicate;  
Page 9 ~ Duplicate;  
Page 10 ~ Duplicate;  
Page 11 ~ Duplicate;  
Page 13 ~ b6; b7C;

XXXXXXXXXXXXXXXXXXXXXXXXXXXX  
X Deleted Page(s) X  
X No Duplication Fee X  
X For this Page X  
XXXXXXXXXXXXXXXXXXXXXXXXXXXX

## Inside

## Wall Street

## Network One sizes up

## Atlantic City gambling

One of the hottest gambling stories making the rounds on Wall Street these days involves Network One Inc., a tiny Las Vegas conglomerate with grandiose plans. Its new executive vice-president is Robert A. Maheu, the 60-year-old former chief executive officer of Howard Hughes' Nevada operations, which included seven casinos. Two weeks ago Maheu and Network One's chairman, Grady A. Sanders, paid a visit to Atlantic City to investigate opening a casino there.

Maheu stresses that his role at Network One will be part-time. Further, he says that even if he spawns an Atlantic City casino, it may not be a Network One project. Nevertheless, analysts say Maheu's involvement with the company and the recent Atlantic City trip account for the runup in Network One's stock: from \$2.25 to more than \$5, a share in the past three weeks.

Though Network One has only \$3 million in annual revenues, \$100,000 in profits, and a net worth of close to \$1 million, Sanders, a 41-year-old Texas entrepreneur and promoter, has high hopes for the company. He

plans to spend \$5 million in the next 18 months on communications and entertainment projects and thinks Network One will have revenues of \$100 million by 1980 even without a casino. "You don't hire Robert Maheu to run a \$10 million company," he says. Mexican radio. Sanders founded Network One to install and maintain electronic surveillance systems in Nevada casinos. Since it went public 18 months ago, it has expanded into the financing, planning, design, and construction of hotels and casinos. It also has branched into entertainment, supplying movies to Las Vegas hotel rooms via pay television and has just announced the acquisition of World Broadcasting Corp. of El Paso, which has the sales rights to a 150,000-watt Mexican radio station.

Through its Network Entertainment subsidiary, the company is establishing the first network for cable TV operators. The network was supposed to be on the air last Mar. 1 and is about a year behind schedule. The company will pay cable system operators to carry its channel, which will offer sports and live entertainment from its Las Vegas studio and will run advertisements. Closed-circuit racing. In October, Network One will begin televising live West Coast horse racing to Nevada casinos on closed circuit. Sanders sees potential for this service in states with off-track betting. Among the company's other projects are a 2-mile-long roller-coaster which will start operating in Las Vegas next March.

On the financial side, Sanders and other insiders recently agreed to decrease their holdings of stock through a 1-for-3 reverse stock split. This reduced the number of shares outstanding from 7.2 million to 3.3 million, about 1.3 million of which are in the public float.

For now, though, Sanders is enthusiastic about Atlantic City. "I've never seen any such action," he says. "People stand in line for four to six hours and rush to the tables." He thinks Network One could have a casino—possibly a joint venture—operating within nine months if it could buy an existing hotel or within 12 to 15 months if it builds one.



Sanders and Maheu: A trip to New Jersey ran up the stock.

SEARCHED  
SERIALIZED

JAN 1980

Mauri Br  
183-1950-1

Las Vegas, Nevada

August 31, 1979

[REDACTED]  
ROBERT MAHEU;  
NETWORK ONE, INC.,  
LAS VEGAS, NEVADA;  
HOUSTON COMPLEX, INC.,  
LAS VEGAS, NEVADA;

b6  
b7C

RACKETEER INFLUENCED AND CORRUPT ORGANIZATIONS  
FOREIGN CORRUPT PRACTICES ACT

On August 10, 1979, Attorney Jeff Hirschberg,  
U. S. Department of Justice, Washington, D. C., and Attorney  
[REDACTED] Securities Exchange Commission (SEC), Los  
Angeles, California, met with representatives of the Las Vegas  
Division of the Federal Bureau of Investigation and provided  
the following information:

[REDACTED]

b6  
b7C

Network One, Inc. is a publicly held corporation  
located in Las Vegas, Nevada. Prior to May, 1977, the  
company's name was Gold Reef, Inc. ("Gold Reef"), a defunct  
mining company located in Salt Lake City which went public  
in 1974 via an intrastate offering of 1,000,000 shares at  
\$10 per share.

[REDACTED]

b6  
b7C

[REDACTED] On July 1, 1978, Robert Maheu was named  
Executive Vice-President and Director of Network One.

3 - Bureau  
1 - Newark  
1 - Phoenix  
1 - Salt Lake City  
① - Las Vegas (183-592) (P)

TRP:arw  
(7) arw

N.D.

SEARCHED	INDEXED
SERIALIZED	FILED
JAN 1 1980	

Mauri [Signature]  
183-1950-2

FBI

1/15

TRANSMIT VIA:

- Teletype  
 Facsimile  
 Airtel

- PRECEDENCE:  
 Immediate  
 Priority  
 Routine

- CLASSIFICATION:  
 TOP SECRET  
 SECRET  
 CONFIDENTIAL  
 UNCLAS E F T O  
 UNCLAS

Date 1/4/80

TO : SAC, NEW YORK  
 FROM : ACTING SAC, LAS VEGAS (183-592) (P)  
 SUBJECT:

ROBERT MAYHEW;  
 NETWORK ONE, INC.,  
 LAS VEGAS, NEVADA;  
 HOUSTON COMPLEX, INC.,  
 LAS VEGAS, NEVADA;

4302  
 398  
 b6  
 b7C

RICO (D); FOREIGN CORRUPT  
 PRACTICES ACT  
 OO: Las Vegas

Enclosed are one copy of an LHM setting forth details of instant matter and one copy of an article appearing in "Business Week" magazine on 8/7/78 written by David Santry.

LEADSNEW YORKAUTOMATED SEARCH ONLYDATE JAN 14 1980AT NEW YORK, NEW YORK

1. After reviewing enclosures, will interview \_\_\_\_\_  
 regarding the \_\_\_\_\_ (telephone \_\_\_\_\_). This interview  
 should ascertain the following:

b6  
b7C

12 - New York (Enc. 1)  
 12 - Las Vegas  
 TRP:ffs  
 (4)

"AUTOMATED RECORD"

OPEN (OR RECEIVED) 1/14/80  
 ORIGIN Las Vegas DATE 1/14/80  
 SUPV        SECT       

b6  
b7C

183-1950 EF 3

SEARCHED <u>      </u>	INDEXED <u>      </u>
SERIALIZED <u>      </u>	FILED <u>      </u>
JAN 14 1980	
FBI-NEW YORK	

M JUN 1981

Approved: \_\_\_\_\_ Transmitted \_\_\_\_\_ Per \_\_\_\_\_  
 (Number) (Time)

b6  
b7C

LV 183-592



(f) any statements made by Maheu or [redacted] as to Maheu's role in these ventures, and if Maheu seemed knowledgeable re same

b6  
b7C

2. Obtain from [redacted] or "Business Week" an original printed copy of the above article. A copy of the issue in which it appeared would be desirable.

3. Interview an appropriate circulation official at "Business Week" to establish that the magazine is mailed to various subscribers around the country.

SUTEL RESULTS TO REACH LAS VEGAS PRIOR TO  
1/23/80 AS IT IS ANTICIPATED THAT FEDERAL GRAND  
JURY PROCEEDINGS WILL BE INSTITUTED ON 1/24/80.

FBI

## TRANSMIT VIA:

- Teletype  
 Facsimile  
 \_\_\_\_\_

## PRECEDENCE:

- Immediate  
 Priority  
 Routine

## CLASSIFICATION:

- TOP SECRET  
 SECRET  
 CONFIDENTIAL  
 UNCLAS E F T O  
 UNCLAS

Date 1/21/80b6  
b7C

FM NEW YORK (183-1950) (RUC)

TO LAS VEGAS (183-592) ROUTINE

BT

U N C L A S/EFTO

[REDACTED] ROBERT MAHEU; NETWORK ONE INC., LAS VEGAS,  
 NEVADA; HOUSTON COMPLEX INC., LAS VEGAS, NEVADA; [REDACTED]

b6  
b7C

[REDACTED] RICO (D); FOREIGN CORRUPT PRACTICES

ACT, OO: LAS VEGAS

RELVAIRTEL TO NEW YORK, DATED JANUARY 4, 1980.

FOR INFORMATION OF LAS VEGAS, ON JANUARY 17, 1980,

b6  
b7C

[REDACTED] WAS CONTACTED CONCERNING

[REDACTED] ON CAPTIONED MATTER. [REDACTED]

ADVISED HE WOULD BE WILLING TO TALK TO FBI SUBSEQUENT TO  
 APPROVAL FROM THEIR LEGAL COUNSEL.

ON JANUARY 18, 1980, [REDACTED]

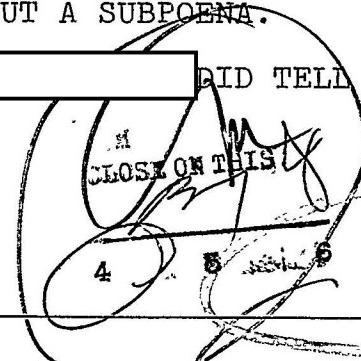
1/23/80

[REDACTED] ADVISED IT IS THEIR POLICY [REDACTED] NOT  
 BE INTERVIEWED WITHOUT A SUBPOENA.

① [REDACTED] DID TELL HER HE WOULD NOT BE OF  
 NEW YORK  
 I- SUPERVISOR #M-9

183-1950-4

BWM:dmn  
 (2) *dmn* #m-9



JAN 2 1980

Approved: *NJW/b*Transmitted 1500 Z  
 (Number) (Time)Per *mag*

FBI

## TRANSMIT VIA:

- Teletype
- Facsimile
- \_\_\_\_\_

## PRECEDENCE:

- Immediate
- Priority
- Routine

## CLASSIFICATION:

- TOP SECRET
- SECRET
- CONFIDENTIAL
- UNCLAS E F T O
- UNCLAS

Date \_\_\_\_\_

PAGE TWO U N C L A S/EFTO

MUCH ASSISTANCE IN THIS MATTER [REDACTED] HAS PREVIOUSLY BEEN

FURNISHED TYPE OF QUESTIONS TO BE ASKED [REDACTED]

LEAD

b6  
b7C

LAS VEGAS

AT LAS VEGAS, NEVADA. IF DEEMED APPROPRIATE, WILL  
OBTAIN SUBPOENA FOR [REDACTED]b6  
b7C

BT

#

Approved: \_\_\_\_\_ Transmitted \_\_\_\_\_ Per \_\_\_\_\_  
(Number) (Time)

FBI

## TRANSMIT VIA:

- Teletype  
 Facsimile  
 Airtel

## PRECEDENCE:

- Immediate  
 Priority  
 Routine

## CLASSIFICATION:

- TOP SECRET  
 SECRET  
 CONFIDENTIAL  
 UNCLAS E F T O  
 UNCLAS

Date 8/24/87

TO: ACTING DIRECTOR, FBI  
 1  
 FROM: SAC, LAS VEGAS (66-533)  
 2

3 DESTRUCTION OF RECORDS  
 4 NATIONAL ARCHIVES AND RECORDS ADMINISTRATION (NARA)  
 APPRAISAL OF FBIHQ AND FIELD RECORDS

5 Re Bureau airtel to all SACs, 10/31/86.  
 6

7 Per instructions in referenced Bureau airtel, you are  
 requested to stamp for permanent retention your corresponding case  
 file, if not destroyed pursuant to a previously authorized file  
 destruction program, regarding the following 183 classifications  
 (continued on page two):  
 8

9 Auxiliary office file covers should be affixed with the  
 stamp: "X, DO NOT DESTROY, HISTORICAL VALUE, NATIONAL ARCHIVES."  
 10  
 11  
 12  
 13  
 14

- 4 - Bureau  
 15 (1 - 166-7268)  
 (4 - 183-163 or 183-4683)  
 16 (1 - Legat Bern)  
 (1 - Legat Caracas)  
 17 (1 - Legat Mexico City)  
 (1 - 183-3307)  
 18 X - All Field Offices NY  
 4 - Las Vegas  
 19 (1 - 66-533)  
 (1 - 183-148)  
 20 (1 - 183-592)  
 (1 - 183-884)  
 21 IMB/imb

(70)

Approved: John J.

Transmitted

(Number)

(None)

Per John J.

SEP 8 1987

FBI - NEW YORK

U.S. GPO: 1987 - 181-486